

Message Text

LIMITED OFFICIAL USE

PAGE 01 SANTIA 00316 212117Z

20

ACTION AGR-20

INFO OCT-01 ARA-16 ISO-00 EB-11 CEA-02 CIAE-00 COME-00

DODE-00 FRB-02 H-03 INR-10 INT-08 L-03 LAB-06 NSAE-00

NSC-10 PA-04 RSC-01 AID-20 CIEP-02 SS-20 STR-08

TAR-02 TRSE-00 USIA-15 PRS-01 SPC-03 FEA-02 OMB-01

SCI-06 IO-14 /191 W

----- 039447

R 211935Z JAN 74

FM AMEMBASSY SANTIAGO

TO SECSTATE WASHDC 7219

LIMITED OFFICIAL USE SANTIAGO 0316

EO 11652: N/A

TAGS: EAGR, ENRG, CI

SUBJECT: ENERGY: EFFECT OF ENERGY SITUATION ON
AGRICULTURAL PRODUCTION AND TRADE

REF: A. STATE 005278; B. FASTO CIRCULAR 296

1. PRODUCTION CAPACITY UNCHANGED LAST 4 OR 5 YEARS.
FOLLOWING ESTIMATE FOR CY 1974:

	NITROGEN (N)	PHOSPHATE (P2O5)	POTASH (K2O)
	(METRIC TONS)		
MIXTURES	3,000	10,000	4,000
SODIUM NITRATE	98,000 1)	-0-	-0-
POTASSIUM NITRATE	32,000	-0-	28,000 2)
PHOSPHATE	-0-	25,000 3)	-0-
TOTAL	133,000	35,000	32,000

1) SODIUM NITRATE PRODUCTION OF APPROX. 800,000 M.T.
REPRESENTS ABOUT 98,000 M.T. OF FERTILIZER UNITS.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 SANTIA 00316 212117Z

2) POTASSIUM NITRATE PRODUCTION OF APPROX 200,000

M.T. REPRESENTS ABOUT 28,000 M.T. OF FERTILIZER UNITS.

3) SUPERPHOSPHATE, TRIPLE STANDARD, ETC.

2. SUPPLY AND DISTRIBUTION

A. NITROGEN (N)

CY74 CY74 CY75

CY71 CY72 EST. PROJ. PROJ.

(1000 M.T.)

SUPPLY:

STOCK 1/1 1)	N/A	14.0	3.0	18.8	30.8
PRODUCTION	130.8	111.7	109.9	128.0	160.0
IMPORTS	17.2	14.9	13.8	24.5	34.0
TOTAL SUPPLY	148.0	140.6	126.7	171.3	224.8

DISTRIBUTION:

DOMESTIC USE	50.0	55.6	40.0	60.5	85.0
EXPORTS	84.0	82.0	67.9	80.0	85.0
STOCK 12/31 1)	14.0	3.0	18.8	30.8	54.8

B. PHOSPHATE (P2O5)

CY73 CY74 CY75

CY71 CY72 EST. PROJ. PROJ.

(1000 M.T.)

SUPPLY:

STOCK 1/1 1)	NIL	NIL	NIL	NIL	NIL
PRODUCTION	13.2	24.3	8.8	10.8	18.0
IMPORTS	90.4	60.3	64.7	79.2	132.0
TOTAL SUPPLY	103.6	84.6	73.5	90.0	150.0

1) NO OFFICIAL STOCK FIGURES ARE AVAILABLE. ABOVE FIGURES ARE RESIDUAL.

CY73 CY74 CY75

CY71 CY72 EST. PROJ. PROJ.

(1000 M.T.)

DISTRIBUTION:

DOMESTIC USE	103.6	84.6	73.5	90.0	150.0
LIMITED OFFICIAL USE					

LIMITED OFFICIAL USE

PAGE 03 SANTIA 00316 212117Z

EXPORTS	-0-	-0-	-0-	-0-	-0-
STOCK 12/31 1)	NIL	NIL	NIL	NIL	NIL

C. POTASH (K2L)

CY73 CY74 CY75

CY71 CY72 EST. PROJ. PROJ.

(1000 M.T.)

SUPPLY:

STOCK 1/1 1)	NIL	NIL	NIL	5.0	10.0
PRODUCTION	26.2	19.9	23.0	25.0	30.0
IMPORTS	3.8	5.5	4.1	6.7	8.6
TOTAL SUPPLY	30.0	25.4	27.1	36.7	48.6

DISTRIBUTION:

DOMESTIC USE	16.7	18.8	11.0	18.0	23.0
EXPORTS	13.3	6.6	11.1	8.7	10.6
STOCK 12/31 1)	NIL	NIL	5.0	10.0	15.0

1) NO OFFICIAL STOCK FIGURES ARE AVAILABLE. ABOVE FIGURES ARE RESIDUAL

NATURAL NITRATE OUTPUT IN CY 1975 MAY RESPOND RAPIDLY TO RECENT INCREASE IN WORLD PRICE AND DEMAND. THEREFORE 1975 NITRATE PRODUCTION AND EXPORT ESTIMATES ABOVE MAY BE CONSERVATIVE.

3. FERTILIZER PRICES

AGRICULTURAL DEPART OF BANCO ESTADO HAS BEEN IMPORTER OF AGRICULTURAL INPUTS INCLUDING FERTILIZERS AND REPORTS PRICES BELOW AS OF DEC. 10, 1973. WE EXPECT THESE PRICES WILL INCREASE DURING FIRST HALF 1974, PARTICULARLY FOR NEW IMPORTS, SINCE EXCHANGE RATE IS EXPECTED TO BE FURTHER DEVALUED. EFFECTIVE JANUARY 18 BANKERS RATE FOR IMPORTS/EXPORTS WAS ES. 385.

TYPE	NUTRIENT ANALYSIS ES. PER M.T.	
UREA	45	70,000
DIAMONIUM PHOSPHATE	18-46-0	56,100
SUPERPHOSPHATE	46	55,700
LIMITED OFFICIAL USE		

LIMITED OFFICIAL USE

PAGE 04 SANTIA 00316 212117Z

POTASSIUM SULPHATE	50 TO 52 K2O	60,400
RENO 36	36 P2O5	45,000
SODIUM NITRATE CRYSTALLIZED	16	24,728
SODIUM NITRATE GRANULATED	16	25,288
POTASSIUM NITRATE	15-0-8	27,608
POTASSIUM NITRATE	15-0-14	30,328

CURRENT EXPORT PRICE SODIUM NITRATE 16 PERCENT N ABOUT \$70 PER M.T. AVERAGE EXPORT PRICE 1972 WAS \$47 PER M.T. AND 1973 WAS \$48 PER M.T.

4. COST TO FARMER FOR SODIUM NITRATE IN MAY-AUGUST 1972 WAS 729.44 ESCUDOS PER M.T. AND ECA PURCHASE PRICE FOR WHEAT 4,340 ESCUDOS PER M.T. IN 1973 PRICE SODIUM NITRATE WAS 3,696.08 ESCUDOS AND WHEAT 65,000 ESCUDOS.

JANUARY 1974 PRICES SODIUM NITRATE 32,241 ESCUDOS AND
WE PROJECT ECA PURCHASE PRICE WHEAT IN MARCH 1975 MAY
BE AROUND 80 TO 100,000 ESCUDOS PER M.T.

5. EVEN THOUGH RETURN FROM USE OF FERTILIZER MAY BE LESS
FA
E E E E E E E

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGRICULTURAL PRODUCTION, ENERGY, TRADE, ECONOMIC REPORTS, PRODUCTION DATA, TRADE DATA, FERTILIZERS, PRICES
Control Number: n/a
Copy: SINGLE
Draft Date: 21 JAN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: MorefiRH
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974SANTIA00316
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: SANTIAGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740127/aaaaazni.tel
Line Count: 170
Locator: TEXT ON-LINE
Office: ACTION AGR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 4
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: A. STATE 005278; B. FASTO CIRCULAR 2, 96
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags: ANOMALY
Review Date: 11 SEP 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <11 SEP 2002 by kelleyw0>; APPROVED <11-Sep-2002 by MorefiRH>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ENERGY: EFFECT OF ENERGY SITUATION ON AGRICULTURAL PRODUCTION AND TRADE
TAGS: EAGR, ENRG, CI
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005